

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANAGU 03587 042023Z
ACTION L-03

INFO OCT-01 ARA-10 ISO-00 CIAE-00 COME-00 DODE-00
DOTE-00 EB-08 FMC-01 INR-10 NSAE-00 CG-00 DLOS-09
OES-09 FAA-00 TRSE-00 OMB-01 /052 W
-----101251 042055Z /45
P 041713Z AUG 78
FM AMEMBASSY MANAGUA
TO SECSTATE WASHDC PRIORITY 7349

LIMITED OFFICIAL USE MANAGUA 3587

E.O. 11652: NA
TAGS: ETRN, NU
SUBJECT: TAXATION ON INSTRUMENTS OF FOREIGN COMMERCE

REF: STATE 191803

1. TAXES, OTHER THAN THOSE LEVIED ON INCOME, ARE NOT IMPOSED DIRECTLY BY GON ON ANY INSTRUMENT OF FOREIGN COMMERCE OF FOREIGN FLAG CARRIERS, I.E., SHIPPING CONTAINERS, VESSELS, AND AIRCRAFT OF ANY TYPE OR THEIR FUEL. (TRAFFIC ON THE NATIONAL RAILWAY SYSTEM DOES NOT EXTEND BEYOND NICARAGUA'S BORDERS.)
2. HOWEVER, FOR SHIPS CALLING AT THE PORT OF CORINTO, NICARAGUA'S ONLY DEEP WATER PORT, TWO LOCAL TAXES ARE LEVIED--300 CORDOBAS (APPROXIMATELY US\$42) FOR THE LOCAL BOARD OF CHARITY TAX AND 300 CORDOBAS FOR A LOCAL MUNICIPAL TAX. ALL SHIPS ARE SUBJECT TO THESE TAXES EACH TIME THEY CALL AT THE PORT.
3. BOTH THESE TAXES ARE LEVIED BY THE CITY OF CORINTO. THE LOCAL MUNICIPAL TAX IS INCLUDED IN THE BUDGET OF THE MUNICIPALITY WHICH IS APPROVED ANNUALLY BY THE GON MINISTRY OF INTERIOR. OTHER MUNICIPALITIES RAISE RE-

LIMITED OFFICIAL USE

PAGE 02 MANAGU 03587 042023Z

VENUES SOLELY THROUGH TAXES ON BARS, BILLBOARDS, STORES, ETC., TO PAY FOR THE SERVICES PROVIDED BY THE LOCAL GOVERNMENT. THE LOCAL BOARD OF CHARITY TAX GOES TO SUPPORT THE HOSPITAL INCORINTO WHICH IS PARTIALLY FUNDED BY THE LOCAL BOARD OF SOCIAL ASSISTANCE.

4. EMBASSY KNOWS OF NO GON PROVISIONS TO PROPOSE

RETALIATORY TAXES IN EVENT HOST COUNTRY FLAG CARRIERS
ARE TAXED BY FOREGIN FLAG STATE OR ITS SUBDIVISIONS.
THIS DOES NOT PRECLUDE, OF COURSE, THE INITIATION OF
SUCH A PROVISION SHOULD THE U.S. COMMENCE TAXING
NICARAGUAN FLAG CARRIERS.
TUCKER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: MARINE TRANSPORTATION, AIR TRANSPORTATION, TAXES
Control Number: n/a
Copy: SINGLE
Draft Date: 04 aug 1978
Decaption Date: 01 jan 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 20 Mar 2014
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978MANAGU03587
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780319-1043
Format: TEL
From: MANAGUA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780898/aaaadefj.tel
Line Count: 68
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 9df5356a-c288-dd11-92da-001cc4696bcc
Office: ACTION L
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 78 STATE 191803
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 05 may 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1836912
Secure: OPEN
Status: NATIVE
Subject: TAXATION ON INSTRUMENTS OF FOREIGN COMMERCE
TAGS: ETRN, EFIN, NU
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/9df5356a-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
Markings: Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014